



Louisiana Housing Corporation

The following resolution was offered by Board Member Steven P. Jackson and seconded by Board Member Willie Rack:

RESOLUTION

A supplemental resolution accepting the proposal of Stifel, Nicolaus & Company, Inc. for the purchase of an additional One Million Dollars (\$1,000,000) above the previously approved \$11,000,000 Multifamily Housing Revenue Bonds (Valencia Park Project, 740 North 14th Street, Baton Rouge, East Baton Rouge Parish, Louisiana 70802) in one or more series; fixing the parameter terms of said bonds and otherwise providing with respect to said bonds; and providing for other matters in connection with the foregoing.

WHEREAS, the Board of Directors (the "**Board**") of the Louisiana Housing Corporation (the "**LHC** or the "**Corporation**") on December 12, 2018, adopted a resolution approving and authorizing the issuance and sale of not exceeding Eleven Million Dollars (\$11,000,000) of Louisiana Housing Corporation Multifamily Housing Revenue Bonds (Valencia Park Project) in one or more series to Stifel, Nicolaus & Company, Inc. or such other purchaser (the "**Purchaser**") to finance a 122-unit multifamily housing facility located in Baton Rouge, East Baton Rouge Parish (the "**Project**"); and

WHEREAS, the Louisiana State Bond Commission approved Eleven Million Dollars (\$11,000,000) of bonds on November 21, 2019; and

WHEREAS, Valencia Park, L.L.C., a Louisiana limited liability company (the "**Taxpayer**") has submitted an amended bond application requesting an increase of One Million Dollars (\$1,000,000) above the Eleven Million Dollars (\$11,000,000) to cover additional costs of the Project so that the aggregate principal amount of bonds will not exceed Twelve Million Dollars (\$12,000,000) (the "**Bonds**"); and

WHEREAS, as a consequence of the additional costs and reprocessing of the Low-Income Housing Tax Credit Application, the Project qualifies for additional low-income housing tax credits ("**LIHTCs**") so that the aggregate amount of LIHTCs to be allowed the Project is now **Six Hundred Sixty Thousand, Two Hundred Forty-three Dollars (\$660,243)**; and

WHEREAS, a Supplemental Notice of Sale was published on June 22, 2020 in "*The Advocate*" and in the "*The Daily Journal of Commerce*" for the sale of an aggregate amount not to exceed Twelve Million Dollars (\$12,000,000); and

WHEREAS, the LHC did meet on July 8, 2020, at 10:00 a.m., Louisiana time, for the purpose of receiving and considering the proposal of the Purchaser, and taking action with respect to the supplemental parameter sale of not exceeding Twelve Million Dollars (\$12,000,000) of the Bonds pursuant thereto; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the LHC, acting as the governing authority of said LHC, that:

SECTION 1. Subject to the approval by the Louisiana State Bond Commission for the additional One Million Dollars (\$1,000,000) of bonds, the parameter written terms submitted this day by Stifel, Nicolaus & Company, Inc. for the purchase of bonds designated "Louisiana Housing Corporation Multifamily Housing Revenue Bonds (Valencia Park Project)" in on more series in the aggregate principal amount of not exceeding Twelve Million Dollars (\$12,000,000), at an interest rate not exceeding 12% per annum, and for a maturity not exceeding 40 years, authorized under and pursuant to the provisions of a Bond Trust Indenture (the "**Indenture**"), by and between Regions Bank (the "**Trustee**"), and the LHC be, and the same are hereby awarded to the Purchaser; provided, however, that the sale and delivery of the Bonds are conditioned upon approval by the State Bond Commission of the additional One Million Dollars (\$1,000,000) of bonds and compliance with any and all approvals and/or certifications required by the Louisiana Attorney General. The sale of the Bonds in accordance with said Indenture is hereby authorized and approved. The Chairman, Executive Director and/or Secretary of the Corporation are hereby authorized and directed for, on behalf of and in the name of the LHC, to execute, deliver and approve such instruments, documents and certificates as may be required or necessary, convenient or appropriate to the financing described herein, including, but not limited to, the following described documents for the Bonds on file with the LHC:

- (i) Bond Trust Indenture,
- (ii) Financing Agreement, and
- (iii) Tax Regulatory Agreement.

The aforesaid officers are additionally authorized to approve any changes in the aforementioned documents provided such changes are in accordance with Chapter 3-G of Title 40 of the Louisiana Revised Statutes of 1950, as amended, and with the approval of Counsel to the LHC or Bond Counsel. The costs of financing the Project will be paid out of the proceeds from the sale of the Bonds, in one or more series, which shall be special, limited obligations of the LHC, payable solely out of the revenues derived by the LHC with respect to the Project for which financing is made available. The Bonds and the interest thereon shall never constitute the debt or indebtedness of the LHC, the State of Louisiana (the "State"), or any political subdivision thereof within the meaning of any provision or limitation of the Constitution or statutes of the State, nor shall the same give rise to a pecuniary liability of the LHC or the State or any political subdivision thereof or a charge against their general credit or taxing power, and such limitation shall be plainly stated on the face of the Bonds.

SECTION 2. In order to accomplish the sale of the Bonds in accordance with the terms of this resolution, either the Chairman, Executive Director and/or Secretary of the Corporation, acting on his behalf, be and they are hereby authorized and directed to execute and deliver, for and on behalf of the LHC, the Indenture in substantially the form thereof which is now before this LHC and filed with the Secretary of this Board of Directors with such revisions or changes as may be approved by Bond Counsel.

SECTION 3. The Bonds will be dated, will be in the denominations, be subject to redemption, and will have all the terms set forth in the Indenture. The Bonds are limited obligations of the Corporation and will be payable solely out of the income, revenues and receipts derived from the Project and funds and accounts held under and pursuant to the Indenture and pledged therefor.

SECTION 4. The Project is now hereby preliminarily approved for LIHTCs in the amount of **Six Hundred Sixty Thousand, Two Hundred Forty-three Dollars (\$660,243)** in accordance with the revised preliminary feasibility analysis report (the "**F&V Report**") of the Corporation's tax credit underwriter (the "**Tax Credit Underwriter**") as referenced in the Underwriting Review submitted to the Board, provided, however, that staff is hereby further authorized and directed to adjust such LIHTCs based upon (a) any reprocessing submitted by the taxpayer/owner and the LIHTCs recommended and approved in a supplemental F&V Report of the Underwriter and/or (b) the final audited cost certification review of the Project by the Tax Credit Underwriter following the placement in service of the Project as required by Section 42(m) of the Internal Revenue Code of 1986, as amended (the "**Code**").

SECTION 5. The Chairman, Executive Director and/or Secretary of the Corporation are hereby approved, authorized and directed to execute and deliver or cause to be executed and delivered all documents required to be executed on behalf of the LHC and delivered to effect delivery of the Bonds to the Purchaser or deemed by any of them necessary or advisable to implement this resolution or the Indenture, or to facilitate the sale of the Bonds.

The Chairman, Executive Director and/or Secretary of the Corporation shall cause to be executed for and on behalf of the LHC the aforementioned Bonds in accordance with the Indenture and shall effect the delivery thereof to the Purchaser in accordance with the Indenture. The Chairman, Executive Director and/or Secretary of the Corporation of the LHC shall receive from the Purchaser for the account of the LHC the purchase price of the Bonds and shall deposit the same with the Trustee under the Indenture in accordance with the provisions thereof.

By virtue of LHC's application for, acceptance and utilization of the benefits of the Louisiana State Bond Commission's approval(s) resolved and set forth herein, it resolves that it

understands and agrees that such approval(s) are expressly conditioned upon, and it further resolves that it understands, agrees and binds itself, its successors and assigns to, full and continuing compliance with the "State Bond Commission Policy on Approval of Proposed Use of Swaps, or other forms of Derivative Products Hedges, Etc.", adopted by the Commission on July 20, 2006, as to the borrowing(s) and other matter(s) subject to the approval(s), including subsequent application and approval under said Policy of the implementation or use of any swap(s) or other product(s) or enhancement(s) covered thereby.

SECTION 6. This resolution shall take effect immediately.

This resolution having been submitted to a **Roll Call Vote**, the vote thereon was as follows:

YEAS: Lloyd Spillers, Louisiana State Treasurer John N. Schroder, Johnny Berthelot, Derrick Edwards, Steven P. Jackson, Anthony Marullo, III, Willie Rack.


NAYS: None.

ABSENT: Jennifer Vidrine, Darren Guidry, Stacy S. Head, Gillis R. Windham.

ABSTAIN: None.

And the resolution was declared adopted on this, the 8th day of July 2020.


Chairman


Secretary

STATE OF LOUISIANA

PARISH OF EAST BATON ROUGE

I, the undersigned Secretary of the Board of Directors of the Louisiana Housing Corporation (the “**LHC**”), do hereby certify that the foregoing five (5) pages constitute a true and correct copy of a resolution adopted by said Board of Directors on July 8, 2020, entitled: “A supplemental resolution accepting the proposal of Stifel, Nicolaus & Company, Inc. or such other purchaser as may be designated by the Taxpayer for the purchase of an additional One Million Dollars (\$1,000,000) Multifamily Housing Revenue Bonds (**Valencia Park Project, 740 North 14th Street, Baton Rouge, East Baton Rouge Parish, Louisiana 70802**) in one or more series; fixing the parameter terms of said bonds and otherwise providing with respect to said bonds; and providing for other matters in connection with the foregoing.”

IN FAITH WHEREOF, witness my official signature and the impress of the official seal of the LHC on this, the 8th day of July 2020.


Secretary

(SEAL)